GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:5143
ANSWERED ON:27.08.2010
WEIGHTAGE OF CURRENCY IN GDP
Chanabasappa Shri Udasi Shivkumar;Mirdha Dr. Jyoti

Will the Minister of FINANCE be pleased to state:

(a) whether the total value of currency being circulated in the country is added to the Gross Domestic Product; and

(b) if so, the details thereof for the years 2004-05, 2005-06, 2006-07, 2008-09?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI NAMO NARAIN MEENA)

(a) & (b): The prices of goods and services prevailing during the period are used for valuing the quantum of goods and services. Circulation of currency is not a factor involved in the procedure for estimation of Gross Domestic Product (GDP).